

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Prohibition & Excise – Inter corporate loan of Rs.25.00 crores released to Nizam Sugars Ltd (NSL) by A.P Beverages Corporation Limited – Change of name of the Lender from Andhra Pradesh Beverages Corporation Limited to Government of Andhra Pradesh –Permitted Orders – Issued.

REVENUE (EX.II) DEPARTMENT

G.O.Ms.No. 278

Dated:09-04-2010.

Read the following:-

1. G.O. Ms.No.231, Revenue (Ex-II) Dept., Dated: 2-05-2002.
2. Govt Memo.No.23648/Ex-II(2)/2001 Dt:10.05.2001
3. From the Managing Director Nizam Sugars Limited
Letter No.HACT/FIN/351 Dt:25.06.2009.

@@@

ORDER:

1. In the reference 3rd read above the Managing Director, Nizam Sugars Limited has stated that as per the directives of the State Government, Andhra Pradesh Beverages Corporation Limited released inter corporate loan of Rs.25.00 crores to NSL in May, 2001 by borrowing like amount from A.P State Co-operative Bank Limited (APCOB). In view of the inability of NSL to repay the loan of Rs.25.00 crores and interest accrued thereon, the Government, vide reference 1st read above issued orders permitting APBCL to repay the loan to APCOB along with simple interest duly adjusting the amount from out of the privilege fee paid to the Government. As the Nizam Sugars Limited (NSL) has not yet cleared the loan, it appears as the loan repayable to APBCL in their books of Accounts. During the audit of accounts of NSL for the year 2003-04, the Accountant General has pointed out that the loan amount should be indicated as “Liability payable to Government of Andhra Pradesh”
2. In view of the suggestions of Accountant General, Andhra Pradesh Hyderabad, the Managing Director Nizam Sugars Limited requested the Government to accord permission to them to change the name of the lender from Andhra Pradesh Beverages Corporation Limited to Government of Andhra Pradesh.
3. Government, after careful examination of the matter, hereby accord permission to Nizam Sugars Limited to change the name of the lender from “Andhra Pradesh Beverages Corporation Limited” to “Government of Andhra Pradesh” in their Book of Accounts, in so far Rs.25.00 crores and interest accrued thereon is concerned.
4. The Managing Director, Nizam Sugars Limited is requested to take necessary action accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**ASUTOSH MISHRA,
PRINCIPAL SECRETARY TO GOVERNMENT**

To
The Managing Director, Nizam Sugars Limited,
Fathemaiddan Raod, Hyderabad.
The Managing Director ,Andhra Pradesh Beverages Corporation Limited,
Hyderabad
The Managing Director A.P State Co-operative Bank Limited (APCOB),
Hyderabad.
Copy to:
The Fin (Exp.Rev) Department.
The PS to Prl.Secry. to C.M
SF/SC

//FORWARDED:: BY ORDER//

SECTION OFFICER